

Species III: DWT codec system where threshold TB is individually set for each subband as described in the specification as the "Fourth Embodiment" at page 51, Figure 23; Claims 31-44.

In response to the election-of-species requirement, Applicants elect, without traverse, to prosecute the claims of the Species III in the present application. Presently, Claims 31-44 read on Species III.

REMARKS

Applicants' undersigned attorney may be reached in our New York office by telephone at (212) 218-2100. All correspondence should continue to be directed to our below listed address.

Respectfully submitted,

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